

BULLDOG TECHNOLOGIES INC  
Form 10QSB  
July 15, 2005

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

**FORM 10-QSB**

QUARTERLY REPORT UNDER SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended May 31, 2005

TRANSITION REPORT UNDER SECTION 13 OR 15(d) OF THE EXCHANGE ACT

For the transition period from \_\_\_\_\_ to \_\_\_\_\_

Commission file number 000-50321

**Bulldog Technologies Inc.**

(Exact name of small business issuer as specified in its charter)

**Nevada**

(State or other jurisdiction of incorporation or organization)

**98-0377543**

(I.R.S. Employer Identification No.)

**Riverside Place, Suite 301 11120 Horseshoe Way, Richmond, BC, Canada V7A 5H7**

(Address of principal executive offices)

**604.271.8656**

(Issuer's telephone number)

**#128, 11180 Coppersmith Place, Richmond, BC, Canada V7A 5G8**

(Former name, former address and former fiscal year, if changed since last report)

Check whether the issuer: (1) filed all reports required to be filed by Section 13 or 15(d) of the Exchange Act during the past 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes  No

**APPLICABLE ONLY TO CORPORATE ISSUERS**

State the number of shares outstanding of each of the issuer's classes of common equity, as of the latest practicable date:

**24,047,317 common shares issued and outstanding as at July 1, 2005.**

Transitional Small Business Disclosure Format (Check one):                      Yes                       No

**PART I**

**Item 1. Financial Statements**

Our consolidated financial statements are stated in United States Dollars (US\$) and are prepared in accordance with United States Generally Accepted Accounting Principles.

It is the opinion of management that the consolidated interim financial statements for the quarter ended May 31, 2005 include all adjustments necessary in order to ensure that the consolidated financial statements are not misleading.

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**BULLDOG TECHNOLOGIES INC.**

(A Development Stage Company)

**CONSOLIDATED FINANCIAL STATEMENTS**

May 31, 2005 and August 31, 2004

(Unaudited Amounts Stated in US Dollars)

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**BULLDOG TECHNOLOGIES INC.**

(A Development Stage Company)

**CONSOLIDATED BALANCE SHEETS**

(Amounts Stated in US Dollars)

	(Unaudited)	
	May 31, <u>2005</u>	August 31, <u>2004</u>
<b><u>ASSETS</u></b>		
Current		
Cash	\$ 113,414	\$ 46,021
Short-term investments (Note 4)	1,295,315	3,360,997
Amounts receivable	175,194	-
Prepayment to trade suppliers	337,735	265,135
Inventory	167,461	90,634
Prepaid expenses	191,797	164,160
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Total current assets	2,280,916	3,926,947
Property, plant and equipment (Note 8)	484,945	278,839
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Total Assets	\$ 2,765,861	\$ 4,205,786
<b><u>LIABILITIES</u></b>		
Current		
Accounts payable and accrued liabilities (Notes 4 and 6)	\$ 127,216	\$ 554,010
Liabilities for warrants subject to registration (Note 6)	680,601	1,510,748
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Total current liabilities	807,817	2,064,758
<b><u>STOCKHOLDERS' EQUITY</u></b>		
Capital Stock (Note 6)		
Preferred stock, par value \$0.001 per share 10,000,000 authorized, none issued		
Common stock, par value \$0.001 per share 100,000,000 authorized 24,047,317 issued ( August 31, 2004: 22,842,011 issued)	24,047	22,842
Additional paid-in capital	7,191,353	4,898,847
Accumulated other comprehensive loss - cumulative translation adjustment	66,668	(172,505)
Deficit accumulated during the development stage	(5,324,024)	(2,608,156)
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Total Stockholders' Equity	1,958,044	2,141,028
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Total Liabilities and Stockholders' Equity	\$ 2,765,861	\$ 4,205,786

SEE ACCOMPANYING NOTES

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**BULLDOG TECHNOLOGIES INC.**

(A Development Stage Company)

**CONSOLIDATED STATEMENTS OF OPERATIONS**

(Unaudited Amounts Stated in US Dollars)

	Three Months Ended May 31, <u>2005</u>	Three Months Ended May 31, <u>2004</u> <sup>(a)</sup>	Nine Months Ended May 31, <u>2005</u>	Nine Months Ended May 31, <u>2004</u> <sup>(a)</sup>	Cumulative from September 23, 1998 (Date of Inception) to May 31, <u>2005</u>
Revenues (Notes 2 & 10)	\$ 183,278	\$ -	\$ 243,088	\$ -	\$ 243,088
Expenses					
General and administrative					
Consulting fees and commissions	\$ 119,141	\$ 203,030	\$ 457,743	\$ 247,280	\$ 1,345,924
Depreciation	23,963	5,129	60,286	8,456	105,185
Office and general	158,169	44,803	401,975	88,401	879,648
Professional fees	66,719	98,947	204,508	191,110	517,130
Rent	33,683	5,687	75,366	18,034	194,406
Salaries and wages (Note 5)	521,637	547,285	1,532,272	1,273,982	3,842,437
Trade shows, travel and marketing	133,127	62,309	377,714	71,908	628,725
Research and development	119,289	52,468	362,176	261,835	981,322
	(1,175,728)	(1,019,658)	(3,472,040)	(2,161,006)	(8,494,777)
Loss from operations	(992,450)	(1,019,658)	(3,228,952)	(2,161,006)	(8,251,689)
Other income (expenses)					
Gain on revaluation of liability for warrants	126,212	-	537,409	-	3,718,909
Interest income	8,089	-	47,377	-	47,377
Interest expense	-	-	-	(6,107)	(37,790)
Loss on settlement of accounts payable	-	-	-	(954,000)	(954,000)
Foreign exchange gain (loss) and other	18,916	(100,954)	(71,702)	(100,954)	153,169
Net loss for the period	\$ (839,233)	\$ (1,120,612)	\$ (2,715,868)	\$ (3,222,067)	\$ (5,324,024)
Basic and diluted loss per share	\$ (0.03)	\$ (0.05)	\$ (0.12)	\$ (0.16)	
Weighted average shares outstanding	23,987,475	22,172,332	23,634,961	20,646,706	

(a) Represents the combined results of operations of Bulldog Nevada and Bulldog BC (Note 3).

SEE ACCOMPANYING NOTES

**BULLDOG TECHNOLOGIES INC.**

(A Development Stage Company)

**CONSOLIDATED STATEMENTS OF COMPREHENSIVE LOSS**

(Unaudited Amounts Stated in US Dollars)

	Three Months Ended May 31, <u>2005</u>	Three Months Ended May 31, <u>2004</u> <sup>(a)</sup>	Nine Months Ended May 31, <u>2005</u>	Nine Months Ended May 31, <u>2004</u> <sup>(a)</sup>	Cumulative from September 23, 1998 (Date of Inception) to May 31, <u>2005</u>
Net loss	\$ (839,233)	\$ (1,120,612)	\$ (2,715,868)	\$ (3,222,067)	\$ (5,324,024)
Foreign currency translation	(28,052)	47,969	239,173	17,114	66,668
Comprehensive loss	<u>\$ (867,285)</u>	<u>\$ (1,072,643)</u>	<u>\$ (2,476,695)</u>	<u>\$ (3,204,953)</u>	<u>\$ (5,257,356)</u>

(a) Represents the combined comprehensive loss of Bulldog Nevada and Bulldog BC (Note 3).

SEE ACCOMPANYING NOTES

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**BULLDOG TECHNOLOGIES INC.**

(A Development Stage Company)

**CONSOLIDATED STATEMENTS OF CASH FLOWS**

(Unaudited - Stated in US Dollars)

	Nine Months Ended May 31, <u>2005</u>	Nine Months Ended May 31, <u>2004</u> <sup>(a)</sup>	Cumulative from September 23, 1998 (Date of Inception) to May 31, <u>2005</u>
Cash flows (used in) provided by operating activities:			
Net loss	\$ (2,715,868)	\$ (3,222,067)	\$ (5,324,024)
Adjustments to reconcile net loss to net cash used in operating activities:			
Depreciation	60,286	8,456	105,185
Expenses paid by affiliated company	-	-	301,303
Gain on revaluation of liability for warrants	(537,409)	-	(3,718,909)
Issue of common stock for services during the period	361,700	809,500	1,609,079
Stock option compensation	279,485	224,637	771,754
Loss on settlement of accounts payable	-	954,000	954,000
(Increase) decrease in assets			
Amounts receivable	(177,976)	(10,679)	(177,976)
Prepayments to suppliers	(72,600)	(179,000)	(337,735)
Tax credits refundable	-	20,706	-
Inventory	(74,027)	(4,074)	(164,661)
Prepaid expenses	94,007	(60,634)	(51,462)
Increase in accounts payable and accrued liabilities	(165,109)	368,233	530,899
Net cash used in operating activities	<u>(2,947,511)</u>	<u>(1,090,922)</u>	<u>(5,502,547)</u>
Cash flows used in investing activity			
Purchase of property, plant and equipment	(257,298)	(33,930)	(582,063)
Short term investments	2,197,639	-	(1,194,858)
Net cash provided by (used in) investing activities	<u>1,940,341</u>	<u>(33,930)</u>	<u>(1,776,921)</u>
Cash flows provided by (used in) financing activities			
Loans payable	-	(60,212)	54,500
Issuance of common shares	1,073,288	5,301,468	7,478,065
Shares repurchased	-	(20,000)	(20,000)
Net cash provided by financing activities	<u>1,073,288</u>	<u>5,221,256</u>	<u>7,512,565</u>